



February 16, 2012

AGENDA ITEM NO.

COUNCIL MEETING 02/16/12

APPROVED BY

DEPARTMENT DIRECTOR

CITY MANAGER

FROM: PATRICK N. WIEMILLER, Director
Public Works Department

BY: EFREN BAÑUELOS, Assistant Director *EB*
Public Works Department, Capital Management Division

LALKUMAR GOONAWARDENA, Design Services Manager *g*
Public Works Department, Capital Management Division

SUBJECT: 1. ADOPT FINDING OF CLASS 3 CATEGORICAL EXEMPTION, PURSUANT TO SECTION 15303(d) OF THE CEQA GUIDELINES, FOR THE FRESNO STREET AND EL PASO AVENUE INSTALLATION OF 14" WATER MAIN

2. AWARD A CONSTRUCTION CONTRACT IN THE AMOUNT OF \$194,213 FOR THE BASE BID PLUS ADD ALTERNATE 1, TO WEST VALLEY CONSTRUCTION COMPANY INC., OF SAN JOSE, CALIFORNIA, FOR THE FRESNO STREET AND EL PASO AVENUE INSTALLATION OF 14" WATER MAIN (BID FILE NO. 3138) (IN COUNCIL DISTRICT 6)

RECOMMENDATIONS

Staff recommends that the City Council:

Adopt finding of Class 3 Categorical Exemption, pursuant to Section 15303(d) of the California Environmental Quality Act Guidelines (CEQA), for the Fresno Street and El Paso Avenue installation of 14" water main.

Award a construction contract in the amount of \$194,213 to West Valley Construction Company, of San Jose, California, as the lowest responsive and responsible bidder, for the Base Bid plus Add Alternate 1, for the Fresno Street and El Paso Avenue installation of 14" water main project, and authorize the Public Works Director or his designee to sign the contract on behalf of the City.

EXECUTIVE SUMMARY

This project will install a 14" water main in Fresno Street and El Paso Avenue to meet the growing demand for City water. The new water mains will complete the loop in this vicinity and provide consistent water pressure to the customers.

Staff recommends that Council award a construction contract in the amount of \$194,213 to West Valley Construction Company, of San Jose, California, as the lowest responsive and responsible

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Award a contract to West Valley Construction Company Inc., for the Fresno Street and El Paso Avenue installation of 14" water main, project.

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bidder, for the Base Bid plus Add Alternate 1, for the Fresno Street and El Paso Avenue installation of 14" water main project, and authorize the Public Works Director or his designee to sign the contract on behalf of the City.

BACKGROUND

This project is to install a 14" water main in Fresno Street from Nees Avenue to El Paso Avenue and then proceeding to a location west of State Route 41 in El Paso Avenue. Installation of this water main will complete the grid system in this vicinity to improve service to the customers.

Public Works staff prepared Plans and Specifications and a Notice Inviting Bids was posted on the City's website on November 11, 2011. Ten building exchanges were sent Notices Inviting Bids, and the specifications were distributed to twenty eight (28) prospective bidders. Seven (7) sealed bids were received and opened in a public bid opening on December 1, 2011. Bid proposals ranged from \$194,213 to \$268,593. West Valley Construction Company Inc., of San Jose, California, submitted the lowest bid in the amount of \$194,213 for the Base Bid plus Add Alternate 1, and was determined to be the lowest responsive and responsible bidder. The apparent low bid price was 0.1% below the Engineer's Estimate. Bids will expire within 64 days of the bid opening. This project will be completed 25 working days after the notice to proceed.

ENVIRONMENTAL FINDING

Staff determined that the scope of this project falls within the Class 3, Categorical Exemption set forth in the CEQA Guidelines, Section 15303, as this contract is for extension of an existing utility system to serve an existing facility. The project will not result in the expansion of capacity of existing uses. Furthermore, none of the exceptions to Categorical Exemptions set forth in the CEQA Guidelines, Section 15300.2 apply to this project.

CITY COUNCIL OPTIONS

The City Council may take the following actions:

1. Adopt finding of Class 2 Categorical Exemption, pursuant to Section 15303(d) of the CEQA Guidelines, for the Fresno Street and El Paso Avenue installation of 14" water main project.
2. Award a construction contract in the amount of \$194,213 to West Valley Construction Company Inc., of San Jose, California, as the lowest responsive and responsible bidder, for the Base Bid plus Add Alternate 1, for the Fresno Street and El Paso Avenue installation of 14" water main project; or
3. Reject all bids.

The project will be completed within twenty five (25) working days from the date of the Notice to Proceed. However, in the event all bids are rejected a minimum of sixty (60) days are required to rebid this project.

REPORT TO THE CITY COUNCIL

Award a contract to West Valley Construction Company Inc., for the Fresno Street and El Paso Avenue installation of 14" water main, project.

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FISCAL IMPACT

Funding for the project is included in the Water Division's adopted FY 2011 Capital Improvement Project Budget. This project is funded with Water Capital Funds. There is no impact to the General Fund.

Attachments:
Fiscal Impact Statement
Bid Evaluation
Location Map

REPORT TO THE CITY COUNCIL

Award a contract to West Valley Construction Company Inc., for the Fresno Street and El Paso Avenue installation of 14" water main, project

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FISCAL IMPACT STATEMENT

PROGRAM: WJ 5375, FRESNO STREET AND EL PASO AVENUE INSTALLATION OF A 14" WATER MAIN

| <u>RECOMMENDATION</u> | <u>TOTAL OR CURRENT</u> | <u>ANNUALIZED COST</u> |
|---|-----------------------------|-----------------------------|
| Direct Cost | <u>\$194,213.00</u> | <u> </u> |
| Indirect Cost | <u>\$ 51,500.00</u> | <u> </u> |
| TOTAL COST | <u> </u> | <u> </u> |
| Additional Revenue or Savings Generated | <u> </u> | <u> </u> |
| Net City Cost | <u>\$194,213.00</u> | <u> </u> |
| Amount Budgeted (If none budgeted, identify source) | <u> </u> | <u> </u> |

Indirect costs consist of the following:

| | |
|--|---------------------|
| Contract Administration (Const. Manage., Surveying, Inspection, Contract Compliance) | \$ 30,000.00 |
| Contract Engineering Support | \$ 1,500.00 |
| Contract Contingencies | \$ 20,000.00 |
| TOTAL | \$ 51,500.00 |

This project funded with water capital funds.

EVALUATION OF BID PROPOSALS

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FOR: FRESNO STREET AND EL PASO AVENUE INSTALLATION OF 14" WATER MAIN

Bid File No. 3138
Bid Opening: 12-1-2011

| <u>BIDDERS</u> | <u>TOTAL AMOUNT</u> |
|---|--|
| 1. West Valley Construction P.O. Box 5639 San Jose, CA 93725 | BASE BID PLUS ADD ALT 1 \$194,213.00 BASE BID PLUS ADD ALT 2 \$206,951.00 |
| 2. Halopoff & Sons 140 E Morton Ave Porterville, CA 93257 | BASE BID PLUS ADD ALT 1 \$201,312.78 BASE BID PLUS ADD ALT 2 \$249,612.96 |
| 3. Haydon Construction 2350 N. Chestnut #103 Fresno, CA 93703 | BASE BID PLUS ADD ALT 1 \$208,376.00 BASE BID PLUS ADD ALT 2 \$219,956.00 |
| 4. Vulcan Construction 130 S. West Avenue Fresno, CA 93706 | BASE BID PLUS ADD ALT 1 \$208,736.00 BASE BID PLUS ADD ALT 2 \$226,106.00 |
| 5. Grizzly Construction P.O. Box 26793 Fresno, CA 93729 | BASE BID PLUS ADD ALT 1 \$231,508.00 BASE BID PLUS ADD ALT 2 NO BID |
| 6. Steve Dovali Construction 8461 E. Olive Fresno, CA 93737 | BASE BID PLUS ADD ALT 1 \$241,224.70 BASE BID PLUS ADD ALT 2 \$269,132.50 |
| 7. Bill Nelson Gen Eng 401 W. Fallbrook Ave #104 Fresno, CA 93711 | BASE BID PLUS ADD ALT 1 \$268,539.00 BASE BID PLUS ADD ALT 2 \$303,279.00 |

Each bidder has agreed to allow the City sixty four (64) days from date bids are opened to accept or reject their bid proposal. Purchasing requests that you complete the following sections and return this bid evaluation to the Purchasing Division at the latest by Wednesday, December 21, 2011, 5:00 P.M.

The Engineer's Estimate for this expenditure is \$194,213.00. The contract price is 0.01 % below the Engineer's Estimate. If the overage is greater than 10% or only one bid was received, give explanation:

EVALUATION OF BID PROPOSALS

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FOR: FRESNO STREET AND EL PASO AVENUE INSTALLATION OF 14" WATER MAIN

Bid File No. 3138
Bid Opening: 12-1-2011

BACKGROUND OF PROJECT (To be completed by Evaluating Department/
Division. Explain need for project/equipment):

This project is to install a 14" water main in Fresno Street and El Paso Avenue between Nees Avenue and to a location west of SR 41 in El Paso Avenue in the River Park Shopping Center. The new water main installation is to complete the network of water mains in the area.

DEPARTMENT CONCLUSIONS AND RECOMMENDATION:

☒ Award a contract in the amount of \$194,213.00
to West Valley Construction Company, Inc., of San Jose
as the lowest responsive and responsible bidder.

Remarks:

☐ Reject all bids. Reason:

Department Head Approval

Department Head Approval

Eileen Tamm
Title Asst. PW Director
Date 12/19/11

A.M. O.
Title Ast. DPUD Director
Date 12/20/11

☒ Approve Dept. Recommendation
Recommendation

☐ Approve Finance/Purchasing

☐ Disapprove

☐ Disapprove

☐ See Attachment

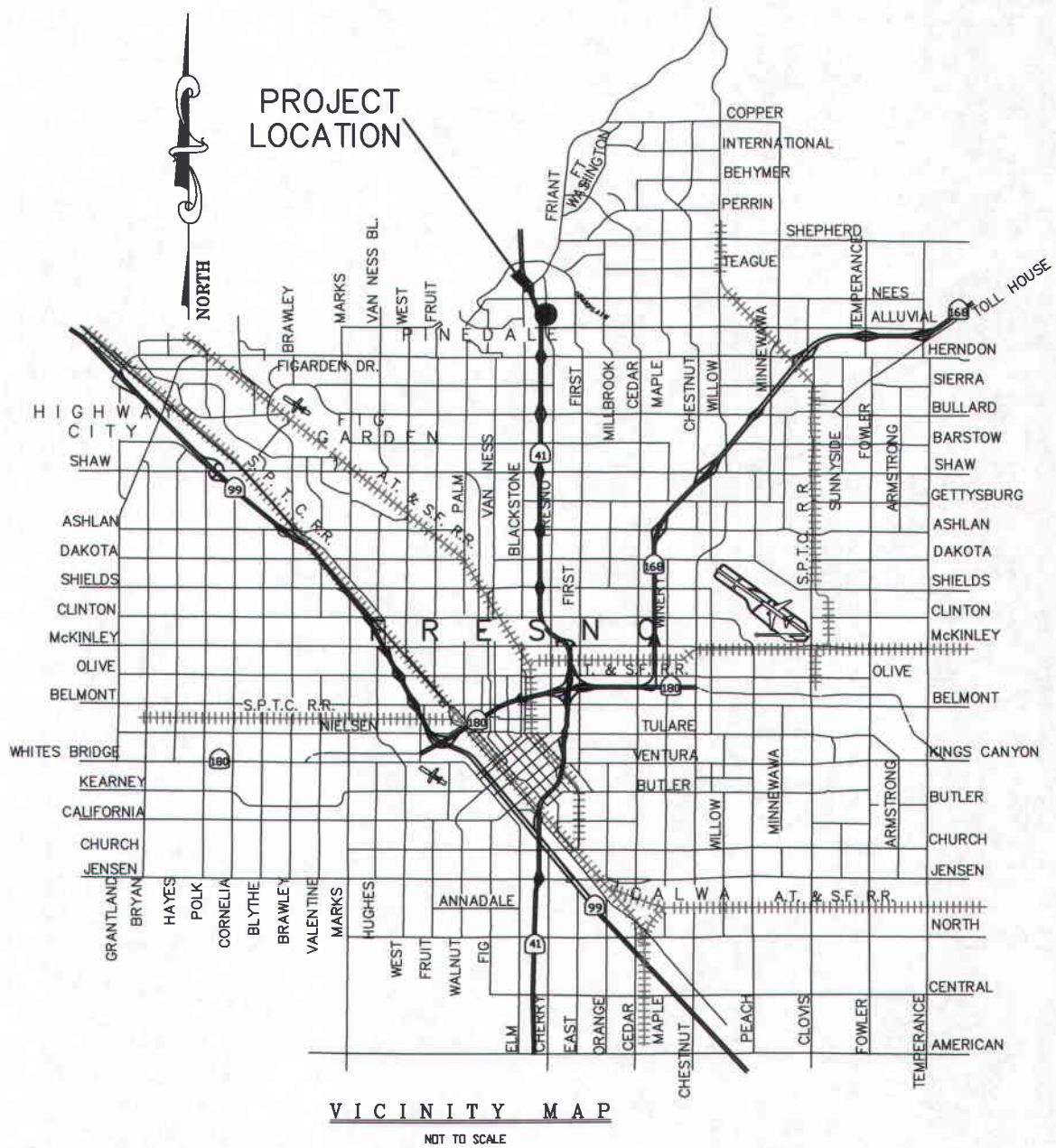
FINANCE DEPARTMENT

CITY MANAGER

Jaron MacDonald 12/21/2011
Purchasing Manager Date

B. O. H. 12/21/11
City Manager or Designee Date

James Bradley 12/21/2011
Finance Director/Controller Date



| | | | |
|--|--|-----------------------|------------|
| CITY OF FRESNO | | DEPT. OF PUBLIC WORKS | |
| INSTALLATION OF 14" WATER MAIN FRESNO AND EL PASO AVE. | | DR. BY: EWJ | SHT 1 OF 1 |
| | | DATE: | |